

GENERAL FUND SUMMARY

FISCAL YEAR 2006

	<u>REVENUES</u>	<u>Current Law</u>	<u>Governor's Rec</u>
1.	Beginning Balance	\$ 222,651,300	\$ 222,651,300
2.	FY 2006 revised estimate (6.5% baseline increase)	2,229,057,000	2,229,057,000
3.	Endowment fix	(4,600,000)	(4,600,000)
4.	Transfer to IDWR Revolving Dev Fund	(3,000,000)	(3,000,000)
5.	Formula Transfer to Budget Stabilization Fund	(22,676,900)	(22,676,900)
6.	Transfers out for Deficiency Warrants	0	(9,385,500)
7.	Executive Order transfer for Katrina assistance	0	(250,000)
8.	Transfer out for household energy rebate	0	(63,200,000)
9.	TOTAL REVENUES	\$ 2,421,431,400	\$ 2,348,595,900
	<u>EXPENDITURES</u>		
10.	FY 2006 Original Appropriation	\$ 2,180,928,300	\$ 2,180,928,300
11.	Reappropriations (H & W is \$8.2m)	\$ 11,611,100	\$ 11,611,100
12.	1% CEC (one-time) agencies & pub schools	14,221,900	14,221,900
	Supplemental Appropriations:		
13.	3% ongoing Change in Employee Compensation	0	6,796,200
14.	Indigent Health Care (CAT Fund)	0	3,000,000
15.	Dept. of Health and Welfare	0	6,103,900
16.	Public Safety (inmate bed space)	0	9,172,300
17.	All other supplemental requests	0	790,200
18.	Total Estimated Expenditures	\$ 2,206,761,300	\$ 2,232,623,900
19.	Estimated Ending Balance	\$ 214,670,100	\$ 115,972,000

The Governor's budget recommendation is based upon a revenue projection which estimates a 6.5% baseline increase over FY 2005 actual collections (line 2). Based on current law, and using existing expenditure levels authorized last year, that revenue projection would yield a year-end balance of approximately \$214.7 million in General Funds. The Governor is recommending that \$63.2 million of this one-time balance be transferred into the Economic Recovery Fund to be used for a one-time energy rebate for the citizens of Idaho (line 7). The balance of the surplus would be carried over into FY 2007 and transferred into the Permanent Building Fund (\$67.6 million) and the Budget Stabilization Fund (\$67.0 million); see the following page lines 7 & 8.

In addition the Governor is recommending that a 3% employee compensation increase for FY 2007 be started early, commencing in January, FY 2006, with a supplemental appropriation (line 12). This would cover ten pay periods in FY 2006 with the remaining 16 pay periods annualized in FY 2007. Other supplemental appropriations include \$4.8 million for Medicaid, \$3.0 million for Indigent Health Care (CAT Fund), \$8.5 million for Corrections, and \$9.5 million to cover deficiency warrants for fire suppression, insect control and hazardous waste clean-up.

GENERAL FUND SUMMARY

FISCAL YEAR 2007

<u>REVENUES</u>	<u>Agency Request</u>	<u>Governor's Rec</u>
1. Beginning Balance	\$ 214,670,100	\$ 115,972,000
2. FY 2007 Revenue Est. (4.7% baseline increase)	\$ 2,307,602,000	\$ 2,307,602,000
3. Water Investment Repayments	21,300,000	21,300,000
4. Tax Commission Legislative proposals	0	7,400,000
5. Increase the Circuit Breaker	0	(7,300,000)
6. Property tax deferral proposal	0	(500,000)
7. Transfer to the Permanent Building Fund	0	(67,650,000)
8. Transfer to the Budget Stabilization Fund	0	(67,000,000)
9. TOTAL REVENUES	\$ 2,543,572,100	\$ 2,309,824,000
<u>EXPENDITURES</u>		
10. FY 2006 Estimated Expenditures	\$ 2,225,796,900	\$ 2,224,375,700
11. FY 2007 Base Budget (removes one-time items)	\$ 2,200,896,200	\$ 2,205,430,600
MCO Cost Increases:		
12. Personnel benefits (health care costs)	12,000,200	2,481,800
13. Premium reductions from insurance reserves	0	(11,894,400)
14. Inflationary increases for operating exp. (1.9%)	5,616,500	5,616,500
15. Employee Compensation; (3.7% req; 3% Gov Rec)	22,343,300	10,452,900
16. Public Schools Compensation Package	23,821,900	27,000,000
17. Public Schools; statutory formula increases	26,929,500	21,018,900
18. Medicaid cost, caseload & utilization increase	44,371,900	42,198,900
19. Higher Education enrollment adjustment	2,722,900	2,722,900
20. Corrections inmate growth	8,314,200	6,863,500
21. Subtotal; "Maintenance of Current Operations"	\$ 2,347,016,600	\$ 2,311,891,600
Other Budget Requests:		
22. Public Schools; math & science High School reform	1,450,000	1,450,000
23. Public Schools; physical education initiative	5,600,000	1,250,000
24. College & Universities; occupancy costs	462,600	411,400
25. College & Universities; science & technology initiative	0	1,000,000
26. College & Universities; funding equity (phase one)	2,184,000	0
27. OSBE: Community College System	0	5,000,000
28. Community Colleges; occupancy costs	661,800	0
29. Community Colleges; outreach improvements	624,000	0
30. Idaho State Police; salary market adj (phase one)	1,081,100	132,100
31. Idaho State Police; additional troopers & detectives	2,315,700	146,100
32. Corrections; salary market adjustment	3,032,700	742,400
33. Corrections; alternative placement program	1,504,500	1,475,100
34. Medically Indigent (CAT Fund) shift to Millennium Fund	0	(18,227,100)
35. Health & Welfare; salary market adjustment	1,655,900	0
36. Health & Welfare; early intervention services	1,231,800	0
37. Health & Welfare; mental health services	3,339,100	0
38. Health & Welfare; self-reliance caseload, child support	2,262,100	0
39. Shift Bond Payments from General Funds to PBF	0	(6,537,400)
40. All other budget requests	93,700,500	10,879,100
41. Grand Total	\$ 2,468,122,400	\$ 2,309,613,300
42. Estimated Ending Balance	\$ 75,449,700	\$ 210,700

The Governor's Fiscal Year 2007 budget is based upon a revenue estimate projecting a 4.7% baseline increase over the FY 2006 estimate. These individual budget components are covered in detail in the individual budget write-ups in the *Legislative Budget Book*.